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FEB 2 0 1967, Hassle Growing in Dallas Over CIA Subsidy Claims

Local controversy increased Monday in Dallas over the Central Intelligence Agency's use of private organizations to channel its funds for special purposes.

Focal point of much of the hassle over whether it is proper for the CIA to make use of private organizations in its efforts. to protect the nation was at Southern Methodist University. Students there are debating whether the university shall join the National Student Association, which has admitted tak- any information on what the

ing money from the CIA as a subsidy.

In addition, two local foundations, the Hoblitzelle Foundation and the Kentfield Fund, have been named in stories in the Washington Post and other publications as being recipients of money from CIA alleged "front" foundations and funds. A spokesman for the Hoblitzelle Foundation has denied any connection with the CIA, however. Checks this weekend could not turn up

Kentfield Foundation is, with only an answering service and a listing in the Dallas phone directory showing its existence.

TUESDAY NIGHT the SMU Student Senate faces a decision on whether to accept a trial membership in the controversial NSA. The NSA, long considered a very liberal organization, has about 300 colleges in its membership. Last week it was disclosed by NSA officials that the organization had been receiving money from the CIA. The funds were used to help it compete abroad with foreign student organizations being manipulated by Communist groups.

Saturday the Washington Post claimed that Dallas' Hoblitzelle Foundation was receiving money from a number of funds which it labeled as conduits from the CIA. The total funds disbursed. by the Hoblitzelle Foundation to two International organizations? equaled contributions to the Hoblitzelle Foundation from anonymous "donors and the socalled "front" funds and foundations, checks of tax-exempt status forms for several years indicated.

But James Aston, a spokesman and trustee of the Hoblitzelle Foundation, set up by Dallas philanthropist Karl Hoblitzelle, said the Hoblitzelle Foundation has no connection with the CIA.

SUNDAY ABOUT 300 students turned out to hear a debate on whether they should join the NSA. Opponents cited the organization's stand for the admission of Red China to the United. Nations, its opposition to the current draft set-up and other "liberal" leanings as reason tooppose membership-in addition to the CIA controversy.

Proponents argued that the NSA is mostly involved in giving helpful information for organizing student governments and that it gives helpful guidance for local problems of stdent government.

Meanwhile the mystery surrounding the so-called Kentfield Fund continued in Dallas. Supposedly set up by a "Dana Kentfield" to give money to needy students, no record can be found of its actual operation in that field. No records show a Dana Kentfield living in Dallas. The answering service which was a repository for calls to the foundation indicated Kentfield had died some time ago. No record of his death has been found. The answering service in North Dallas said that the bills for the service were paid promptly, but no other details were known.